

ONE YEAR ACTION PLAN

A. Sources of Funds

Entitlement Grant

CDBG	\$3,825,000
HOME	\$2,068,000
ESG	\$133,000
HOPWA	\$0

Total \$6,026,000

Prior Year' Program Income NOT previously programmed or reported

CDBG	\$0
HOME	\$0
ESG	\$0
HOPWA	\$0

Total \$0

Reprogrammed Prior Years' Funds

CDBG	\$1,457,000
HOME	\$0
ESG	\$10,019
HOPWA	\$0

Total \$1,467,019

Total Estimated Program Income

Community Housing Services	\$10,000
Emergency Loan Program	\$20,000
Deferred Loan Program	\$35,000
Direct Loan Program	\$45,000
Historic Loan Program	\$44,000
Home Energy Loan Program	\$20,000
Historic Deferred	\$0
Non-Residential Historic	\$0
HOME Deferred Loan Program	\$20,000
HOMEownership 80	\$25,000

Total \$219,000

TOTAL FUNDING SOURCES \$7,712,019

Other Funds \$0

Submitted Proposed Projects Totals \$0

Un-Submitted Proposed Projects Totals \$7,627,019

NOTE: Program income is not included in the calculation of Un-Submitted Proposed Projects Totals because it is not part of the City's Letter of Credit

ONE YEAR ACTION PLAN

2002-2003

NARRATIVE

COMMUNITY DEVELOPMENT BLOCK GRANT

The City of Wichita is planning its twenty-eighth year of participation in the Community Development Block Grant program, addressing priority needs identified in the HUD Five Year Consolidated Plan (2000-2004). In response to the events that occurred on September 11, 2001 the City of Wichita has focused on the economic impact that has affected the citizens by making use of the existing Consolidated Plan. Mayor Bob Knight held a summit to implement an Economic Response Initiative, to address the declining employment conditions and to provide assistance to those employees and employers affected. The Initiative brings together community leaders in business, government, and community-based organizations to collectively and aggressively address the needs of employers and employees.

The City of Wichita has established a comprehensive citizen participation process with objectives to meet short-term and long-term priority needs. Annually the City will continue to focus CDBG and HOME funding on the HUD Neighborhood Revitalization Strategy Areas, State Neighborhood Revitalization Areas, the defined Local Investment Areas and the Redevelopment Incentive Area. The objectives will be to create long-term growth, economically empowering low/moderate income persons, improve housing conditions and continue the elimination of slum and blighting conditions.

The City of Wichita has established three Neighborhood Revitalization Strategy Areas, five Local Investment Areas and the Redevelopment Incentives Area. Current City Council policy requires targeting of selected CDBG and HOME funds to the Local Investment Areas for housing activities, infrastructure improvements and inner city redevelopment. The City will continue to offer programs in the Local Investment Areas, which include Paint Grants, Deferred Loans, Direct Loans, Emergency Home Repair, Rental Housing Revolving Loan programs, Secondary Structure Demolition, Neighborhood Clean-Up, Exterior Repair Grants and the Home Improvement Loan/Grant program. The City also operates a HOME-funded first-time homebuyer program in these areas, which includes assistance with down payment and closing costs, and minor rehabilitation. Community Housing Development Organizations (CHDO's) are also participating in new infill single-family construction and rehabilitation programs utilizing CHDO set-aside funding in the Local Investment Areas. The Homebuyer Assistance Program, the Paint Grant Program and the Home Improvement Loan/Grant Program will also be offered in the newly established Redevelopment Incentives Area. The objective of these programs is to assist low and moderate-income families with rehabilitating and improving their existing homes, and purchasing homes, thereby maintaining and ultimately increasing the homeownership base in these areas.

Other forms of housing assistance provided through Community Housing Development Organizations (CHDO's) include below market-rate mortgage loans, low-interest home improvement loans, homebuyer counseling, credit counseling, as well as other homebuyer assistance programs funded through the Federal Home Loan Bank. The City provides incentives to eligible property owners located within the State Neighborhood Revitalization Areas, including a partial rebate of property taxes up to five years based on the improved value of the property, and building permit and water/sewer tap fee waivers for new infill single family housing. The City is also participating in a newly developed Section 8 homeownership program, which provides for the application of monthly rental assistance payments to debt service in connection with the acquisition of a home by a Section 8 program participant.

The City will continue marketing the "Heart of Wichita" initiative, in order to promote CDBG and HOME funded housing programs. The aforementioned City-funded initiative includes initiatives originated from the Neighborhood Revitalization Plan such as tax rebates and fee waivers, as well as a property donation programs are included in this promotional effort.

The City of Wichita has developed a Business Assistance Program (BAP), which has received \$1,000,000 in Economic Development Initiative (EDI) funds and \$3,000,000 in Section 108 loan guarantee funds. The EDI funds minimize the potential loss of future CDBG allocations by directly enhancing the security of the Section 108 loan guarantee. The Section 108 loan guarantee will leverage \$6,000,000 in pledges from private financial institutions. The Business Assistance Program will provide \$9,000,000 in loan funds that will be used to initiate new or expand existing small businesses in the Neighborhood Revitalization Strategy Areas.

Through the Business Assistance Program qualified businesses will create a minimum of 117 jobs that will be available to low and moderate-income people in the Neighborhood Revitalization Strategy Areas. It is the City's objective for the Business Assistance Program to generate jobs and economic benefits that will stimulate designated low-income areas. The financial assistance, jobs, and business education provided through this program will empower low and moderate-income persons and enhance the economic vitality of the Inner City areas creating a positive long-term effect on business growth. The Business Assistance Program also addresses the Mayor's Economic Response Initiative by increasing job creation and retention.

The City of Wichita annually addresses infrastructure needs by replacing and upgrading deteriorating streets, sidewalks, curbs and gutters. The infrastructure objective is to build a strong foundation for future community development. Building community streets and sidewalks enhances safety and flow of traffic, which will stimulate growth in the Neighborhood Revitalization Strategy Areas. Wheelchair ramps and other handicapped improvements are addressed with each project in order to comply with the Americans with Disabilities Act (ADA).

CDBG funds will be used to assist in funding the Riverside Park renovation project. Riverside Park has become an "icon" centrally located and used by families throughout the core area of Wichita. The historic, Riverside Park will undergo an estimated five million dollar renovation. The ultimate goal of this project is to provide improvements and modifications to the existing fabric of the Riverside Park system to bring the park back as the recreation jewel of the downtown core area.

Over the years, the City has allocated funding for redevelopment of the former Heartspring campus and for other projects such as homeless and ADA improvements. Based on unspent allocations and under expenditures in programs, the City has \$1,380,000 to fund eligible projects in 2002. Funds will be transferred into the 2002/2003-program year to fund additional park and recreation center renovations, demolition and clearance of structures located on the Heartspring campus, renovation of homeless facilities, and ADA park improvements at Park Villa located in Riverside Park.

City is undertaking a major renovation of inner-city parks using CDBG funds. This includes the replacement of gym floors, re-surfacing parking lots, upgrading security lighting, replacement of windows, flooring, doors, kitchens, restrooms, exterior painting and replacement of tennis courts. The improvements will take place in the following parks: Lynette Woodard Recreation Center; McAdams Recreation Center; Fairmount Park; Planeview Park; Minisa Recreation Center; Aley Park; Woodland Park and Hyde Park.

In addition, CDBG funds will be utilized to renovate and upgrade various public facilities including Colvin and Evergreen Mini City Halls, Fire Stations #1 and #2, Historical Museum and Midtown Community Resource Center.

Neighborhood stabilization projects will include land acquisitions of abandoned rail right of way for linear parks in the Delano and Midtown districts and to assist the Urban League with land acquisition.

During the 1999/2000-program year, CDBG funds were used to assist the Kansas Foodbank Warehouse with the purchase of property to locate a new warehouse. The Kansas Foodbank Warehouse board has been conducting a building campaign to raise funds for construction of the new warehouse. With the increased demand for food due to the September 11, 2001 attack and the economic impact that has followed, the need for a new and larger warehouse has become evident. CDBG funds will be used for demolition and clearance of the property before construction is initiated.

The City of Wichita has established an excellent record for providing a high level of Public Service; the 2002/2003 plan will continue the tradition. The programs directed towards children include Summer Youth Employment and Youth Recreation and Enrichment. These programs provide after school activities for middle school students and employment during the summer months for older children. Funding for the Communities in Schools program has provided positive results keeping young people in school and tutoring at-risk students requiring help with their studies. Women's Shelter Services assist women and children living in abusive situations by providing food, shelter, counseling and encouragement to live their lives in an environment free of abuse. These Public Service programs are crucial to the growth and development of the community.

The "Mini City Halls" project was completed during the 2001/2002-program year. The Neighborhood Assistants and the Community Educators are located in the Mini City Halls making City programs directly available to citizens within the neighborhoods through educational programs and assistance to residents to obtain available resources to improve their quality of life.

Three of these facilities are located in the Local Investment Areas. The fourth Mini City Hall is located in an area where more than 51% of the population has income below the HUD low-income guidelines.

CDBG funding has been increased for Environmental Health Inspectors to expand and concentrate activities beyond the Local Investment Areas to the Neighborhood Revitalization Strategy Areas. The increased efforts in the NRSA will assist more neighborhoods to maintain a safe and clean living environment.

The City's objective to stimulate the economy through job training programs has seen continued success provided by the Cessna 21st Street Training Facility. This facility offers education, occupational training, and on-site housing to public assistance recipients seeking employment. The recently completed University Plaza Project will create a minimum of 25 jobs.

The City also addresses the priority need for employment opportunity development, through the Career Development Center that provides training to prepare the unemployed and under-employed to work in the local economy. Many citizens, who have been affected by layoffs due to the events of September 11, 2001, have contacted the Career Development Center for help. The Career Development Center staff has attended training to ensure quality customer service to workers who have been laid off or are preparing for future layoffs. Interagency coordination with the United Worker Lay Off One Stop Center and the Workforce Alliance of South-Central Kansas is at a high level of cooperation to assist affected citizens.

HOME

The City will continue to offer a HOME-funded first-time homebuyer program (HOMEownership 80) in the City's Redevelopment Incentives Area, as well as the previously established Local Investment Areas. HOMEownership 80 includes assistance with down payment and closing costs, and minor rehabilitation. HOME Deferred loans will also be offered to very low-income homeowners in the Local Investment Areas for the purpose of rehabilitating their homes. The HOME-funded Housing Development Loan Program will also be offered in the Redevelopment Incentives Area, as well as the Local Investment Areas. These programs will provide a basis for increasing and maintaining the homeownership base in the targeted areas.

During the last few months citizens that have been affected by the events of September 11, 2001 have contacted the City requesting help with pending foreclosure questions. The City's Department of Finance has utilized CDBG funding to assist the Urban League, a HUD approved Housing Counseling agency, to develop a Fair Housing Initiative program that provides counseling to citizens with foreclosure issues, educational programs, outreach and refers Fair Housing complaints to HUD. Citizens needing assistance with foreclosure actions are referred to the Urban League. It is expected that as the economic slow down continues to impact the Wichita area, more families will be in danger of losing their homes.

The Housing Development Loan Program was created to encourage nonprofits and private developers to complete housing related projects within the Redevelopment Incentives Area and immediate neighborhoods. The projects will primarily consist of construction of new single-family units as infill projects for first-time homebuyers.

The Program allows the City to forge new relationships with developers that result in similar projects completed by CHDO's; thus increasing the capacity to create new units on an annual basis.

The NRSA Development/Housing Initiatives are for projects yet to be determined that demonstrates partnerships with local developers/lenders/secondary market. Projects may include rental or owner-occupied units and will be a component of a larger revitalization effort.

The HOME funded Boarded-Up House Program allows CHDO's to purchase dilapidated and/or vacant structures, rehabilitate or remove and build new homes. Beneficiaries are first-time homebuyers. Properties can be in any of the LIA's.

Mennonite Housing Rehabilitation Services (MHRS) and Power CDC, Community Housing Development Organizations (CHDO's) will participate in projects involving the construction of new single-family residences and purchase/rehabilitation/resale of viable structures utilizing CHDO set-aside funding in the Local Investment Areas.

Local lending institutions, including Intrust Bank, Emprise Bank, Commercial Federal Bank, Capitol Federal, Fidelity Bank, Bank of America and Commerce Bank participate in the City's HOMEownership 80 program by providing first mortgage loans to low-income families in the City's Local Investment Areas. In some cases, lenders agree to waive origination fees, and agree to portfolio loans in order to waive mortgage insurance premiums, thereby generating match for the HOME program.

Many of the same banks, as well as additional new bank partners, are developing a local lender pool creating the Heart of Wichita Housing Fund. This pool will be developed as a result of investment by the banks and will provide mortgages for homebuyers that do not qualify for current secondary market and local portfolio programs. Community Housing Services will act as the originator of loans for the program. Individual loans will be made to homebuyers on a pro rata basis from each bank investment. Repayment of the loans will be returned to the investment banks and revolved for additional loans.

Two local City-designated Community Housing Development Organizations, Mennonite Housing Rehabilitation Services, Inc. (MHRS) and Community Housing Services (CHS) also provide subsidies in connection with affordable housing initiatives. MHRS has received grant funding from the Federal Home Loan Bank's Affordable Housing Program, which enables the organization to provide assistance to low-income homeowners.

In some cases, this assistance is leveraged with the City's HOMEownership 80 projects in order to increase the level of assistance provided to low-income first-time homebuyers, and to provide HOME-eligible match.

Community Housing Services, which is affiliated with Neighborworks, is a full-cycle lender and has the ability to provide below-market first mortgage loans to qualifying individuals in connection with some of the City's HOMEownership 80 projects. Community Housing Services has also received CDBG funds for structural rehabilitation and mortgage assistance.

EMERGENCY SHELTER GRANT

During the coming program year Emergency Shelter Grant funds will be used for the following activities:

- 1) Four overnight shelters and one Safe Haven to be assisted with the on-going cost of maintenance and operations;
- 2) Case management and other essential services costs to be supported at three overnight shelters, one safe haven and one drop in center;
- 3) One daytime drop-in center for the homeless will be assisted with operating costs and with the cost of providing case management.

HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS SPECIFIC SUBMISSION REQUIREMENTS

The City of Wichita is not an entitlement area for the HOPWA program. While the five-year consolidated plan indicated that the City of Wichita would submit an application, a coalition of agencies across the State of Kansas, including the University of Kansas Medical Center, intends to submit a statewide HOPWA grant application in response to the 2002 NOFA. The coalition believes that a statewide application is more likely to be funded and will have an overall greater impact.

The City in its capacity of the Wichita Housing Authority has utilized Shelter Plus Care vouchers for several years to meet the needs for permanent supportive housing for persons with HIV/AIDS.

A. Geographic Distribution

The City of Wichita's Neighborhood Revitalization Plan was adopted March 17, 1998 and amended June 2, 1998. The purpose of the plan is to provide synergistic effects from the use of focused, layered multi-year public and private funding to enhance, improve and revitalize distressed areas within the City. The Neighborhood Revitalization Plan incorporates the:

- State's Neighborhood Revitalization Area - defined as an area having a substantial number of deteriorated or dilapidated buildings or improvements, defective or inadequate streets, incompatible land uses, deterioration of site or other improvements, etc. which substantially impairs or retards sound growth of the city; and
- HUD's Neighborhood Revitalization Strategies - defined as an area that is primarily residential and contains a high percentage of low and moderate-income persons where a comprehensive approach is used to address economic development needs and promote innovative programs.
- Local Investment Area (LIA) - five Local Investment Areas (LIA's) located within and around the Neighborhood Revitalization Strategy Areas.

Local Investment Areas (LIA's) are defined as neighborhoods located inside and within close proximity of the State Neighborhood Revitalization Areas and HUD Neighborhood Revitalization Strategy Areas. Federal Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) funds are being concentrated to have a significant visual impact on these specific areas. The Local Investment Areas generally have a high concentration of low and moderate-income persons, minority households and unemployment.

- Redevelopment Incentives Area (RIA) is an expanded area outside of the Neighborhood Revitalization Strategy Areas that provides inner city programs, which compliment CDBG and HOME, funded programs.

B. Homeless and Other Special Populations

The City of Wichita will continue to utilize Emergency Shelter Grant (ESG) formula grant funds to support the operations of emergency shelters and to provide case management services to assist homeless persons in making the transition to permanent housing and independent living. The City of Wichita will also apply to the State of Kansas on behalf of shelters and other homeless service providers for additional Emergency Shelter Grant funds for homeless prevention, emergency shelter and supportive services.

In addition to Emergency Shelter Grant funding, the City is currently or will:

1. Be an active participant in the Continuum of Care Supportive Housing application, and will submit an application for Shelter Plus Care vouchers, partnering with one or more agencies to provide supportive services that will enable the voucher recipients to remain in their homes.
2. In its capacity as a housing authority, has also designated homelessness as a preference for the housing choice voucher program.
3. The City of Wichita has allocated prior year CDBG funding to match Supportive Housing funding for a Homeless Management Information System (HMIS). The HMIS will be managed by the local United Way agency. The system will go online during the program year and will continue development over a three-year period of the Supportive Housing Grant.
4. The City will continue working with the Community Council on Homeless Advocacy (CCHA) to implement the CCHA strategic plan approved by the City Council during the 2001/2002-program year.

The City will also support other efforts to provide assistance to homeless persons as well as the non-homeless who require supportive services. Applications from private agencies or other public agencies for funding under programs such as Section 202 or 811 will be provided by City support as appropriate.

Additional housing shortages for the homeless have been identified and a feasibility assessment is underway to develop SRO Projects to alleviate the impact of homelessness.

C. Needs of Public Housing

The Wichita Housing Authority operates as a division of the Housing Services Department of the City of Wichita and operates 575 units of public housing and over 2,400 Section 8 housing choice vouchers. During the current action year, the City will apply for additional Section 8 vouchers as funding becomes available and will provide supportive services to tenants through Family Self Sufficiency, ROSS, a resident coordinator program, as well as through partnerships with other service providers in the community. The Wichita Housing Authority has been determined a standard performer. To address project areas of high concentration and to reduce high density and obsolescence of units, a HOPE VI application will be submitted for future de-concentration and mixed income development.

D. Anti-Poverty Strategy

The City of Wichita annually addresses poverty prevention by directing allocated funds to programs that provide opportunities for those who are in danger of being poverty-stricken. Funds are also directed to sources that focus on partnerships that maximize the effort to reduce and eliminate poverty.

Low-income persons have an opportunity to accumulate assets through the HOMEownership 80 and the Business Assistance Program.

Complementary programs exist to assist the property owners in keeping the property conditions within required City of Wichita Code. These programs consist of the Deferred Loans, Direct Loans, Paint Grants, Home Repair Loan and Grant Program, Secondary Structure Demolition Program, and Environmental Health Inspectors.

More than 300 jobs have been created through the Cessna 21st Street Training Project and City economic development projects. Cessna offers on going education, occupational training, childcare and housing for the trainees on site. The Business Assistance Program (BAP) will create a minimum of 117 jobs that will be available to low and moderate-income people in the Neighborhood Revitalization Strategy Areas.

The Medical Society of Sedgwick County is leading a community partnership through Project Access, with the objective to improve access to health care for low-income, uninsured residents of Wichita and Sedgwick County (estimated at more than 50,000).

Project Access is a physician-led partnership of volunteer physicians, social service agencies, hospitals, clinics, area pharmacies, United Way, state and local governments addressing the challenge of providing needed medical care to the working uninsured. Project Access combines donated physician care, hospital services, and medication assistance in a coordinated effort designed to complement and enhance the work of existing low-income clinics.

The Public Service projects support the Anti-Poverty Strategy by offering supportive services, training and education. These services occur within private organizations, schools and homeless shelters. These programs are an instrumental part in the growth and development of youth and their families. The Summer Youth Employment program educates youth in the work environment, while Communities in Schools tutors and strives to keep these young people in school and learning.

E. Lead-Based Paint Hazards

The estimated number of housing units occupied by low and moderate-income families containing lead-based paint hazards is 37,000 out of a total of 84,280 units. Currently, there are three techniques utilized to address lead-based paint issues: interim control, encapsulation or complete abatement. The estimated cost for interim control remediation of Lead-Based Paint is \$1.75 per square foot. For the 37,000 units, the cost of remediation is approximately \$61,512,500.

Approximately four years ago, the Wichita Housing Authority (WHA) completed a program in which lead-based paint was encapsulated or abated in all affected WHA units. Upon leasing of a property, tenants are provided with a copy of the booklet *Protect Your Family from Lead in Your Home*, in addition to the available records and reports pertaining to lead-based paint/hazards in the unit.

Households receiving assistance through the City's CDBG and HOME-funded programs are advised of the dangers of lead-based paint by giving all participants the booklet, "Protect Your Family From Lead in Your Home and Reducing Lead Hazards with Remodeling Your Home". HUD's new regulation on Lead-Based Paint Hazards in Federally Owned Housing and Housing Receiving Federal Assistance became effective September 15, 2000. The new regulation requires paint testing of the surface to be disturbed, risk assessment, or presumed Lead-Based Paint, interim controls, safe work practices, and in some cases, abatement, depending on the level of funding provided for a project and clearance for all projects. Housing assistance programs that provide funding for rehabilitation will pay for costs necessary to meet the new lead-based paint regulations.

Housing Services will submit an application for a lead hazard control program to address children with high Elevated Blood Levels (EBL) levels, Lead-Based Paint (LBP) education and remediation in Wichita.

F. Other Actions

The City of Wichita offers affordable rental housing through the Section 8 program. HOMEownership 80 removes barriers to affordable housing by assisting income qualified persons with the down payment funds so that the dream of owning a home becomes a reality. Rehabilitation loans are available for the homes in need of repair.

The Sedgwick County Health Department provides free screening tests for the general public, primarily targeting women, infants and children in WIC programs. Other qualifying low-income families may also request free screening tests. The department circulates information regarding the health risks and has established a lead poisoning committee to monitor the public's health as it relates to this hazard. The department also keeps a list of all reported cases of lead poisoning for the City of Wichita.

The City of Wichita has combined all housing activities, including the housing authority, in one department to enhance coordination between public and private housing assistance. The City has continued to improve its public housing stock and has begun a resident assistance program in its two public housing high-rise apartment buildings. These efforts will be continued and the Housing Services Department will submit a ROSS grant application to foster resident initiatives.

The Wichita Housing Authority will also be working towards establishing a Family Self-Sufficiency program for public housing tenants. The department will be implementing its approved 5(h) Public Housing homeownership plan and will also develop and expand its Section 8 homeownership plan.

G. Monitoring

CDBG

The project monitoring process reviews compliance with federal, state and local requirements pertaining to Community Development Block Grant funds. All projects are reviewed for the continuing capacity to carry out the goals and objectives, timetable and budgetary requirements as specified in the Agreement or Memorandum of Understanding. In addition, all projects are examined to ensure compliance with non-discrimination, equal opportunity and fair housing standards. Ongoing monitoring occurs with each reimbursement request, verifying compliance with Davis Bacon requirements (when applicable) and reviewing monthly project performance reports. To the maximum extent feasible, formal on-site monitoring of each CDBG-funded program takes place a minimum of once per program year. On-going direct and indirect monitoring takes place during the entire project life cycle. The City provides technical assistance as needed based on monitoring or as requested by the agency.

During the monitoring and review process, projects may require corrective and remedial actions. A letter addressing concerns discovered during the Technical Assistance Review identifies projects with deficiencies. The project administrator is notified of any concerns, the recommended corrective actions, and is requested to respond in writing within 30 days. If the concern is not corrected within 30 days, corrective action is taken. All CDBG projects are examined for compliance with the regulations. Actual performance is compared to estimate figures to ensure that objectives are met. Project files are maintained to validate accuracy and control measures, to ensure that performance is in compliance with local contractual agreements with the City, state and federal laws.

HOME

The City has designed a system for long-term monitoring of HOME-funded projects. There are currently 8 HOME-assisted rental projects with long-term monitoring requirements. HOME-funded projects with long-term affordability requirements will be monitored in accordance with HOME regulations. Projects with one to four HOME-assisted units will be inspected once every three years, projects with five to twenty-five HOME-assisted units will be inspected every two years, and projects with twenty-six or more units will be inspected annually, as required by HOME regulations.

A sample size of 15 to 20 percent of the HOME-assisted units in the project shall be inspected, with a minimum of one unit per building inspected in multi-building developments.

The City's Housing Specialist will be responsible for coordinating monitoring, and will verify compliance with respect to income targeting, tenant eligibility, applicable rent limits and other provisions included in the written agreements. An inspector familiar with building code requirements from Neighborhood Improvement Services will assist with on-site unit inspections.

ESG

During the coming year, City Staff will monitor a sample (at least 25%) of Emergency Shelter Grant subrecipients to verify compliance with ESG requirements.

Specific CDBG Submission Requirements

1. Program Income

The CDBG annual allocation is \$3,825,000 and the expected program income during the 2002/2003-program year is estimated at \$174,000. Program income will be used to continue funding the revolving loan programs. The Department of Finance is currently monitoring the following seven CDBG revolving loan programs:

1. Community Housing of Wichita/Sedgwick County
2. Deferred Loan Program
3. Direct Loan Program
4. Historic Loan Program
5. Non-Residential Historic Preservation Loan
6. Home Energy Loan Program
7. Historic Deferred Loan Program

The deadline for accepting loan applications for the Home Energy Loan Program was June 30, 2000. A portion of the program income is being used for new housing programs. It is estimated that the CDBG program will receive \$20,000 in 2002/2003.

The City of Wichita's CDBG program has not participated in float-funded projects.

The City of Wichita has developed a Business Assistance Program (BAP), which has received \$1,000,000 in Economic Development Initiative (EDI) funds and \$3,000,000 in Section 108 loan guarantee funds. The EDI funds minimize the potential loss of future CDBG allocations by directly enhancing the security of the Section 108 loan guarantee. The Section 108 loan guarantee will leverage \$6,000,000 in pledges from private financial institutions.

The Business Assistance Program will provide \$9,000,000 in loan funds that will be used to initiate new or expand existing businesses in the Neighborhood Revitalization Strategy Areas.

2. Contingency

Not Applicable

3. Urgent needs

Not Applicable

Specific HOME Submission Requirements

1. Program Income:

The annual allocation of HOME funds for the program year 2002-2003 will be \$2,068,000. Program income during this period is estimated to be \$45,000. The City anticipates the receipt of program income in the form of residual funds remaining following the completion of CHDO set-aside projects, and the repayment of outstanding HOMEownership 80 program loans.

Program income will be allocated to HOME-eligible projects approved by the City Council.

2. Resale Provisions:

Subsidies provided under the City's HOME-funded HOMEownership 80 program and Deferred Loan Rehabilitation Program are in the form of zero-interest deferred payment loans.

The loans are secured by a second and/or third mortgage with an acceleration clause to call the entire note due and payable in the event of subsequent sale or when the property ceases to be owner-occupied. A statement of occupancy is an element of the second mortgage. In the event the re-sale price of the HOME-assisted property is insufficient to pay for closing costs, sales expenses and outstanding mortgage balances, the HOME subsidy loan may be forgiven in whole or in part, provided the seller (original program participant) does not receive any proceeds from the sale of the home at the time of closing.

A subsequent buyer may not assume the deferred payment subsidy loan. The City will not attempt to share in any of the appreciation a homebuyer may realize. Information regarding these policies is included in the debt instruments and is also covered in pre-purchase counseling that is required in order to participate in the HOMEownership 80 program.

The City of Wichita believes affordability is best achieved by making HOME subsidies available through zero interest deferred payment loans, which have no monthly payment obligation. By making these loans due and payable upon re-sale, the HOME funding can be "re-cycled" in order to carry out additional affordable housing projects. All loan repayments are considered to be Program Income, and must be used in connection with HOME-eligible projects.

3. HOME Tenant-Based Rental Assistance:

Not Applicable. Program not offered.

4. Other Forms of Investment

Not Applicable

5. Affirmative Marketing

The City of Wichita promotes Fair Housing. Following, are specific activities that are included in funding agreements for HOME-subsidized rental housing projects:

- Display the Equal Housing Opportunity logo, slogan or statement in all advertising material related to the housing project.
- Display the HUD Fair Housing Poster in all offices in which sales or rental activity takes place.
- Display the HUD Equal Housing Opportunity logo, slogan or statement at the construction site, from the start of construction, and properly maintained throughout the construction and sales/rental period.
- Send notices of vacancies to agencies from a list provided by the City of Wichita.
- A copy of materials sent to community contacts announcing vacancies must be sent to the Housing Services Department.
- No later than 90 days prior to engaging in marketing activities the recipient should notify the Housing Services Department either in writing or by telephone of the dates on which: (1) the recipient plans to begin initial marketing activities; (2) accept applications; (3) and start initial occupancy.
- The recipient must begin marketing activities 90 days prior to the anticipated date of availability for occupancy of the first unit of the project.

The recipient organization is required to keep a record of its affirmative marketing activities for the year and report these activities to the City of Wichita as part of its annual report.

Minority/Women's Business Outreach

The City has a mandatory 10% set-aside of all CDBG construction projects for bona fide minority businesses.

During the 2000/2001-program year contracts wholly or partially funded by HUD totaled \$1,397,215 of which \$725,294 or 52%, was awarded to Minority Business Enterprises.

6. Refinancing

Not Applicable

Specific ESG Submission Requirements:

In allocating the Emergency Shelter Grant Funds, the City of Wichita utilized the advice and expertise of the various sectors of the Community.

A request for proposal process was released and all homeless shelters and service agencies were invited to apply. Proposals were reviewed by city staff for eligibility and technical completeness. Staff review also included a review of current year's progress in implementing activities funded in the prior year's consolidated plan.

A two-tiered review by persons outside the city organization resulted in recommendations to the City Council. The Community Council on Homeless Advocacy (CCHA) did the first review and initial recommendations. Staff presented the recommendations of the CCHA to the Grants Review Committee appointed by the City Council. The recommendations from the Grants Review Committee and the CCHA are forwarded to the City Council for approval.

Each agency receiving funds has committed to providing an equal amount of matching funds.

Quantifiable Goals

The City of Wichita has many Housing and Non Housing projects targeted to Low/Moderate income persons. The following table lists one goal for each of the Action Plan's Housing and Non Housing projects for 2002/2003.

2002/2003 QUANTIFIABLE GOALS

HOUSING	0 – 30% MFI	31 – 50% MFI	51 – 80% MFI
Housing Rehabilitation	85	157	294
NON HOUSING			
Streets, Sidewalks, Curbs and Gutters	36,500 Sq Ft		

DESCRIPTIONS OF PROJECTS

Project ID	Project Title	Fund Source	Amount	Location
0001	Street, Curb & Gutters	CDBG	\$422,000	Local Investment Area
0002	Neighborhood/Community Facilities Riverside Park	CDBG	255,000	720 Nims
0003	Heartspring Demolition/Clearance	CDBG	351,500	2400 Jardine Drive
0004	Homeless Facility Renovation	CDBG	15,000	
0005	Public Facilities and Improvements	CDBG	217,500	See Project
0006	Park Improvements	CDBG	693,000	See Project
0007	Kansas Foodbank Warehouse	CDBG	250,000	1925 E Douglas
0008	Environmental Health Inspectors	CDBG	149,000	Neighborhood Revitalization Area
0009	Neighborhood Improvement Services	CDBG	363,000	
0010	Paint Grant Program A	CDBG	40,000	Local Investment Area
0011	Paint Grant Program B	CDBG	60,000	Redevelopment Incentive Area
0012	Secondary Structure Demolition Program	CDBG	15,000	Local Investment Area
0013	Rental Housing Low Interest Revolving Loan Program Single Unit	CDBG	75,000	Local Investment Area
0014	Rental Housing Low Interest Revolving Loan Program Multi Unit	CDBG	125,000	Local Investment Area
0015	Exterior Repair Program	CDBG	100,000	Local Investment Area
0016	Emergency Home Repair Loan & Grant Program	CDBG	400,000	Local Investment Area
0017	Mid-Town Community Resource Center	CDBG	50,000	1150 N Broadway
0018	Delano/Midtown Linear Park Acquisition	CDBG	79,119	
0019	Neighborhood Assistance Program	CDBG	274,000	Mini City Halls
0020	Community Education	CDBG	128,000	See Project
0021	Communities in Schools – Stanley	CDBG	25,000	1749 S Martinson
0022	Harbor House	CDBG	68,000	Suppressed
0023	YWCA Women’s Crisis Center/Safehouse	CDBG	157,000	Suppressed
0024	YMCA Youth Recreation and Enrichment	CDBG	150,000	See Project
0025	Summer Youth Employment	CDBG	175,000	Community Wide
0026	CDBG Indirect Costs	CDBG	69,281	
0027	CDBG Program Management	CDBG	245,000	
0028	Historic Preservation Planning	CDBG	79,000	
0029	Mandated Consolidated Plan Activities	CDBG	18,000	
0030	Neighborhood Cleanup	CDBG	12,600	Local Investment Area
0031	Urban League Land Acquisition	CDBG	55,000	900 N Grove
0032	HOME Investment Partnership Administration	HOME	200,000	
0033	HOME Operating Funds for CHDO’s	HOME	100,000	

0034	NRSA Residential Development Housing Initiatives	HOME	268,000	Neighborhood Revitalization Area
0035	HOMEownership 80 Program	HOME	500,000	Local Investment Area & Redevelopment Incentives Area
0036	Boarded-up House Program	HOME	150,000	Local Investment Area
0037	Housing Development Loan Program	HOME	200,000	Local Investment Area & Redevelopment Incentives Area
0038	HOME Deferred Loan Program	HOME	300,000	Local Investment Area
0039	MHRS Local Investment Area Project	HOME	175,000	Local Investment Area
0040	Power CDC New Home Construction	HOME	175,000	Northeast LIA
0041	Emergency Shelter Grant Administration	ESG	6,650	
0042	Anthony Family Shelter Essential Services	ESG	9,853	Suppressed
0043	Inter-Faith Inn Essential Services	ESG	9,000	320 E Central
0044	SA Emergency Lodge Essential Services	ESG	13,358	2050 W 11 th
0045	UMUM Drop-In Center Essential Serv	ESG	7,689	355 N Market
0046	Anthony Family Shelter Operations	ESG	20,505	Suppressed
0047	Harbor House Operations	ESG	9,235	Suppressed
0048	Inter-Faith Inn Operations	ESG	32,700	320 E Central
0049	Safe Haven Operations	ESG	2,358	841 N Broadway
0050	SA Emergency Lodge Operations	ESG	13,000	2050 W 11 th
0051	UMUM Drop-In Center Operations	ESG	18,671	355 N Market
0052	Deferred Loan Program	CDBG	35,000	Local Investment Area
0053	Direct Loan Program	CDBG	45,000	Local Investment Area
0054	Historic Loan Program	CDBG	44,000	1919 City Limits
0055	Community Housing Services	CDBG	10,000	Northeast LIA
0056	Historical Museum	CDBG	11,000	204 S Main
0057	Park Facilities & Equipment	CDBG	75,000	Various Parks
0058	Indian Center Improvements	CDBG	80,000	650 N Seneca